

## **CORRECTED FISCAL NOTE**

### **HB 2170 - SB 2302**

March 12, 2007

**SUMMARY OF BILL:** Requires the state to pay, as set forth in the General Appropriations Act, a portion of basic term life insurance and basic accidental death and dismemberment insurance for eligible employees that choose not to participate in the state basic insurance plan.

### **ESTIMATED FISCAL IMPACT:**

On March 2, 2007, we issued a fiscal note for this bill indicating *an increase to state expenditures exceeding \$530,000 per year*. Based on new information, the estimated fiscal impact for this bill is:

#### **(CORRECTED)**

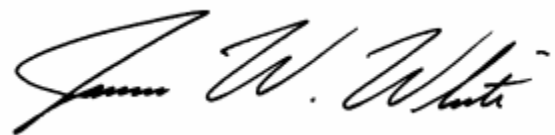
**Increase State Expenditures – \$536,000**

#### Assumptions:

- According to the Division of Insurance within Finance and Administration, a survey of plan participation indicated that approximately 8,000 eligible employees did not participate in the state plan.
- According to the Division of Insurance, the current per employee cost of providing the required portion is \$5.58 per month.
- The increase to state expenditures are estimated to be \$536,000 (8,000 X \$5.58 per month X 12 months = \$535,680).

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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